VIA U.S. MAIL

Sixty-Day Notice of Intent to Sue for Violation of the Safe Drinking Water and Toxic Enforcement Act of 1986(Cal. Health & Saf. Code, §§ 25249.5 et seq.) ("Proposition 65")

Capital Cargo International Airlines, Inc. Chris Chorley-President 7100 TPC Dr. #200 Orlando, FL 32822 Air Transport International LLC James Hobson-President 2800 Cantrell Rd. Little Rock, AR 72202

Cargo Holdings International, Inc. James Hobson-President 2800 Cantrell Rd. · Little Rock, AR 72202

Consumer Advocacy Group, Inc. ("CAG"), the noticing entity, located at 9000 Wilshire Blvd., Beverly Hills, CA 90211, serves this Notice of Violation ("Notice") upon Capital Cargo International Airlines, Inc.; Air Transport International L.L.C.; and Cargo Holdings International, Inc. ("Violator") pursuant to and in compliance with Proposition 65. Violator may contact CAG concerning this Notice through its designated person within the entity, its attorney, Reuben Yeroushalmi, Esq., 3700 Wilshire Boulevard, Suite 480, Los Angeles, CA 90010, telephone no. 213-382-3183, facsimile no. 213-382-3430. This Notice satisfies a prerequisite for CAG to commence an action against Violator in Superior Court of California to enforce Proposition 65. The violations addressed by this Notice occurred in each California county reflected in the district attorney addresses listed in the attached certificate of service. CAG is serving this Notice upon each person or entity responsible for the alleged violations, the California Attorney General, the district attorney for each county where alleged violations occurred, and the City Attorney for each city with a population (according to the most recent decennial census) of over 750,000 located within counties where the alleged violations occurred.

CAG is a registered corporation based in California. By sending this Notice, CAG is acting "in the public interest" pursuant to Proposition 65. CAG is a nonprofit entity dedicated to protecting the environment, improving human health, and supporting environmentally sound practices.

This Notice concerns violations of the warning prong of Proposition 65, which states that "[n]o person in the course of doing business shall knowingly and intentionally expose any individual to a chemical known to the state to cause cancer or reproductive toxicity without first giving clear and reasonable warning to such individual . . ." (Cal. Health & Saf. Code, § 25249.6.)

I. BACKGROUND AND ALLEGATIONS

Violator has exposed persons to jet engine exhaust, which contains the chemicals listed below and designated to cause cancer or reproductive toxicity ("Covered Chemicals"), pursuant to California Code of Regulations, title 22, section 12000, without first giving clear and reasonable warning of such to the exposed persons pursuant to Proposition 65.

PERIOD OF VIOLATION

From: December 29, 2000

Through December 27, 2006

and continuing thereafter.

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Environmental Exposures

This Notice addresses environmental exposure. "An 'environmental exposure' is an exposure which may foreseeably occur as the result of contact with an environmental medium, including, but not limited to, ambient air, indoor air, drinking water, standing water, running water, soil, vegetation, or manmade

or natural substances, either through inhalation, ingestion, skin contact or otherwise. Environmental exposures include all exposures which are not consumer products exposures, or occupational exposures." (Cal. Code Regs., tit. 22, § 12601, subd.(d).)

During the period referenced above, Violator exposed persons to jet engine exhaust. The exposures occurred when Violator landed its airplanes, during the process of refueling, while Violator maintained the airplanes, while the airplanes taxied, and during take-off. Exposed persons included people visiting and working at the airports listed in Exhibit A, including police and security personnel. Violator exposed these persons to the Covered Chemicals contained in jet engine exhaust without first giving clear and reasonable warning of such pursuant to Proposition 65. The sources of exposures included inhalation caused by the exposed persons inhaling and breathing the ambient air containing jet engine exhaust while traversing runway areas and areas in and around the terminal where Violator docks its airplanes at the airports listed in Exhibit A. Exposures occurred at each of the airports listed in Exhibit A. Furthermore, members of the public throughout California conducted business with the Violator without receiving a notice.

As to environmental exposures, Violator failed to provide a warning either that (A) appears on a sign in the affected area, (B) constitutes a posting of signs in the manner described in Cal. Code Regs., tit. 3, § 6776(d), (C) is in a notice mailed or otherwise delivered to each occupant in the affected area at least once in any three-month period, or (D) provided by public media announcements that targets the affected area at least once in any three-month period.

The locations of exposure occurred both within and beyond the property owned or controlled by the alleged violator.

Occupational Exposures

This Notice also addresses Occupational Exposures. "An 'occupational exposure' is an exposure, in the workplace of the employer causing the exposure, to any employee." (Cal. Code Regs., tit. 22, § 12601, subd. (c).)

During the period referenced above, Violator exposed its employees to jet engine exhaust. The exposures occurred when Violator landed its airplanes, during the process of refueling, while the airplanes received maintenance, while the airplanes taxied, and during take-off, or any other time while Violator operated its airplanes on or near the ground. Exposed employees included maintenance workers, pilots, cleaning personnel, and employees who loaded the cargo onto Violator's airplanes. Violator exposed these employees to the Covered Chemicals contained in jet engine exhaust without first giving clear and reasonable warning of such pursuant to Proposition 65. The sources of exposures included inhalation caused by the exposed employees inhaling and breathing the ambient air, which contained jet engine exhaust, while the airplanes were on the runway, at the terminal, and while the airplanes were taxiing at the airports listed in Exhibit A. Exposures occurred at each of the airports listed in Exhibit A.

This notice alleges the violation of Proposition 65 concerning occupational exposures governed by the California State Plan for Occupational Safety and Health. The State Plan incorporates the provisions of Proposition 65, as approved by Federal OSHA on June 6, 1997.

This approval specifically placed certain conditions with regard to occupational exposures on Proposition 65, including that it does not apply to (a.) the conduct of manufacturers occurring outside the State of California; and (b.) employers with less than 10 employees. The approval also provides that



an employer may use any means of compliance in the general hazard communication requirements to comply with Proposition 65.* It also requires that supplemental enforcement be subject to the supervision of the California Occupational Safety and Health Administration. Accordingly, any settlement, civil complaint, or substantive court orders in this matter must be submitted to the California Attorney General.

As to occupational exposures, Violator failed to provide a warning that appears on the product that employees would read and understand prior to the exposure for which warning is given, nor does it appear on a sign in the workplace posted conspicuously and under conditions that employees would likely read and understand prior to the exposure for which warning is given.

For each type and means of exposure, Violator has exposed the above referenced persons to:

CARCINOGENS

Benz[a]anthracene	Chrysene	Benzo[a]pyrene	Indeno[1,2,3-cd]pyrene
Formaldehyde (gas)	Acetaldehyde	Naphthalene	Benzene
Ethylbenzene	Benzo[b]fluoranthene	Benzo[k]fluoranthene	Dibenz[a,h]anthracene
1,3-Butadiene			

REPRODUCTIVE TOXINS

G 1			
Toluene	Carbon Monovido	1.2 D. 4. J	
Tolucile	Carbon Monoxide	1,3-Butadiene	Benzene
			1

CAG has been investigating the airline industry since 2003. CAG, including its investigators, officers, and attorneys were intimately involved in every aspect of the series of Notices sent to airline entities in late 2004 and early 2005. CAG's involvement was extensive in every aspect, including, but not limited to, research, investigations, drafting and mailing of notices, and the subsequent lawsuits filed pursuant to those notices. The notices sent by EWW in late 2004 and early 2005 were prepared by CAG's officers and legal representatives, and the scientific consultations and investigations were conducted by experts hired by CAG. Therefore, the notices sent by EWW to the airline industry in late 2004 and early 2005 were a result of CAG's and CAG's attorney's time, resources, and money.

Proposition 65 requires that notice and intent to sue be given to the violator(s) 60 days before the suit is filed. With this letter, CAG gives notice of the alleged violations to Violator and the appropriate governmental authorities. In absence of any action by the appropriate governmental authorities within 60 days of the sending of this notice, CAG Inc. may file suit. This notice covers all violations of Proposition 65 that CAG currently knows of from information now available to it. The copy of this notice submitted to Violator includes a copy of The Safe Drinking Water and Toxic Enforcement Act of 1986 (Proposition 65): A Summary.

Dated: December 27, 2006

REUBEN YEROUSHALMI

Attorney for Consumer Advocacy Group, Inc.

One may refer to the Hazard Communication Standard (HCS) requirements.

Appendix A

OFFICE OF ENVIRONMENTAL HEALTH HAZARD ASSESSMENT CALIFORNIA ENVIRONMENTAL PROTECTION AGENCY

THE SAFE DRINKING WATER AND TOXIC ENFORCEMENT ACTION 1986 (PROPOSITION 65): A SUMMARY

The following summary has been prepared by the Office of Environmental Health Hazard Assessment, the lead agency for the implementation of the Safe Drinking Water and Toxic Enforcement Act of 1986 (commonly known as "Proposition 65"). A copy of this summary must be included as an attachment to any notice of violation served upon an alleged violator of the Act. The summary provides basic information about the provisions of the law, and is intended to serve only as a convenient source of general information. It is not intended to provide authoritative guidance on the meaning or application of the law. The reader is directed to the statute and its implementing regulations(see citations below) for further information.

Proposition 65 appears in California law as Health and Safety Code Sections 25249.5 through 25249.13. Regulations that provide more specific guidance on compliance, and that specify procedures to be followed by the State in carrying out certain aspects of the law, are found in Title 22 of the California Code of Regulations, Sections 12000 through 14000.

WHAT DOES PROPOSITION 65 REQUIRE?

The "Governor's List." Proposition 65 requires the Governor to publish a list of chemicals that are known to the State of California to cause cancer, or birth defects or other reproductive harm. This list must be updated at least once a year. Over 550 chemicals have been listed as of May 1, 1996. Only those chemicals that are on the list are regulated under this law. Businesses that produce, use, release, or otherwise engage in activities involving those chemicals must comply with the following:

Clear and Reasonable Warnings. A business is required to warn a person before "knowingly and intentionally" exposing that person to a listed chemical. The warning given must be "clear and reasonable." This means that the warning must:(1) clearly make known that the

chemical involved is known to cause cancer, or birth defects or other reproductive harm; and (2) be given in such a way that it will effectively reach the person before he or she is exposed. Exposures are exempt from the warning requirement if they occur less than twelve months after the date of listing of the chemical.

Prohibition from discharges into drinking water. A business must not knowingly discharge or release a listed chemical into water or onto land where it passes or probably will pass into a source of drinking water. Discharges are exempt from this requirement if they occur less than twenty months after the date of listing of the chemical.

DOES PROPOSITION 65 PROVIDE ANY EXEMPTIONS?

Yes. The law exempts:

Governmental agencies and public water utilities. All agencies of the federal, State or local government, as well as entities operating public water systems, are exempt.

Businesses with nine or fewer employees.. Neither the warning requirement nor the discharge prohibition applies to a business that employs a total of nine or fewer employees.

Exposures that pose no significant risk of cancer. For chemicals that are listed as known to the State to cause cancer ("carcinogens"), a warning is not required if the business can demonstrate that the exposure occurs at a level that poses "no significant risk." This means that the exposure is calculated to result in not more than one excess case of cancer in 100,000 individuals exposed over a 70-year lifetime. The Proposition 65 regulations identify specific "no significant risk" levels for more than 250 listed carcinogens.

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Exposures that will produce no observable reproductive effect at 1,000 times the level in question. For chemicals known to the State to cause birth defects or other reproductive harm ("reproductive toxicants"), a warning is not required if the business can demonstrate that the exposure will produce no observable effect, even at 1,000 times the level in question. In other words, the level of exposure must be below the "no observable effect level (NOEL)," divided by a 1,000-fold safety or uncertainty factor. The "no observable effect level" is the highest dose level which has not been associated with an observable adverse reproductive or developmental effect.

Discharge that do not result in a "significant amount" of the listed chemical entering into any source of drinking water. The prohibition from discharges into drinking water does not apply If the discharger is able to demonstrate that a "significant amount" of the list chemical has not, does not, or will not enter any drinking water source, and that the discharge complies with all other applicable laws, regulations, requirements, or orders. A "significant amount" means any detectable amount, except an amount that would meet the "no significant risk" or "no observable effect" test if an individual were exposed to such an amount in drinking water.

HOW IS PROPOSITION 65 ENFORCED?

Enforcement is carried out through civil lawsuits. These lawsuits may be brought by the Attorney General, any district attorney, or certain city attorneys(those in cities with a population exceeding 750,000). Lawsuits may also be brought by private parties acting in the public interest, but only after providing notice of the alleged violation to the Attorney General, the appropriate district attorney and city attorney, and the business accused of The notice must provide adequate the violation. information to allow the recipient to assess the nature of the alleged violation. A notice must comply with the information and procedural requirements specified in regulations(Title 22, California Code of Regulations, Section 12903). A private party may not pursue an enforcement action directly under Proposition 65 if one of the governmental officials noted above initiates an action within sixty days of the notice.

A business found to be in violation of Proposition 65 is subject to civil penalties of up to \$2,500 per day for each

violation. In addition, the business may be ordered by a court of law to stop committing the violation.

FOR FURTHER INFORMATION...

Contact the Office of Environmental Health Hazard Assessment's
Proposition 65 Implementation Office at (916) 445-6900.

§14000. Chemicals Required by State or Federal Law to

Have been Tested for Potential to Cause Cancer or Reproductive Toxicity, but Which Have Not Been Adequately Tested As Required.

(a) The Safe Drinking Water and Toxic Enforcement Act of 1986 requires the Governor to publish a list of chemicals formally required by state or federal agencies to have testing for carcinogenicity or reproductive toxicity, but that the state's qualified experts have not found to have been adequately tested as required [Health and Safety Code 25249.8)c)].

Readers should note a chemical that already has been designated as known to the state to cause cancer or reproductive toxicity is not included in the following listing as requiring additional testing for that particular toxicological endpoint. However, the "data gap" may continue to exist, for purposes of the state or federal agency's requirements. Additional information on the requirements for testing may be obtained from the specific agency identified below.

(b) Chemicals required to be tested by the California Department of Pesticide Regulation.

The Birth Defect Prevention Act of 1984(SB 950) mandates that the California Department of Pesticide Regulation (CDPR) review chronic toxicology studies supporting the registration of pesticidal active ingredients.



CERTIFICATE OF MERIT

Health and Safety Code Section 25249.7(d)

I, Reuben Yeroushalmi, hereby declare:

- 1. This Certificate of Merit accompanies the attached sixty-day notice(s) in which it is alleged the party(s) identified in the notice(s) has violated Health and Safety Code section 25249.6 by failing to provide clear and reasonable warnings.
- 2. I am the attorney for the noticing party.
- 3. I have consulted with at least one person with relevant and appropriate experience or expertise who has reviewed facts, studies, or other data regarding the exposure to the listed chemical that is the subject of the action.
- 4. Based on the information obtained through those consultations, and on all other information in my possession, I believe there is a reasonable and meritorious case for the private action. I understand that "reasonable and meritorious case for the private action" means that the information provides a credible basis that all elements of the plaintiffs' case can be established and the information did not prove that the alleged violator will be able to establish any of the affirmative defenses set forth in the statute.
- The copy of this Certificate of Merit served on the Attorney General attaches to it factual information sufficient to establish the basis for this certificate, including the information identified in Health and Safety Code section 25249.7(h)(2), i.e., (1) the identity of the persons consulted with and relied on by the certifier, and (2) the facts, studies, or other data reviewed by those persons.

Dated: December 27, 2006

: REWEN YEROUSHALMI





CERTIFICATE OF SERVICE

I am over the age of 18 and not a party to this case. I am a resident of or employed in the county where the mailing occurred. My business address is 3700 Wilshire Boulevard, Suite 480, Los Angeles, CA 90010.

I SERVED THE FOLLOWING:

- 1) 60-Day Notice of Intent to Sue Under Health & Safety Code Section 25249.6
- 2) Certificate of Merit: Health and Safety Code Section 25249.7(d)
- 3) Certificate of Merit: Health and Safety Code Section 25249.7(d) Attorney General Copy (only sent to Attorney General)
- 4) The Safe Drinking Water and Toxic Enforcement Act of 1986 (Proposition 65): A Summary by enclosing a true copy of the same, along with an unsigned copy of this declaration, in a sealed envelope addressed to each person shown below and depositing the envelope in the United States mail with the postage fully prepaid.

Place of Mailing:

Los Angeles, CA

NAME AND ADDRESS OF EACH VIOLATOR TO WHOM DOCUMENTS WERE MAILED:

Capital Cargo International Airlines, Inc.

Chris Chorley-President 7100 TPC Dr. #200 Orlando, FL 32822

Air Transport International LLC

James Hobson-President 2800 Cantrell Rd. Little Rock, AR 72202

Cargo Holdings International, Inc.

James Hobson-President 2800 Cantrell Rd. Little Rock, AR 72202

NAM	E AND ADDRESS OF EACH PUBLIC PROSECUTOR TO WHOM DOCUMENTS WERE MAILED:
- 	SEE DISTRIBUTION LIST
I declare une correct.	der penalty of perjury under the laws of the State of California that the foregoing is true and
Dated: Dec	ember 27, 2006
	Ву:

By:		
	Robin Saidian	_







DISTRIBUTION LIST (Name and address of each public prosecutor to whom documents were mailed)

Alameda County District Attorney	Los Angeles County District Attorney	Mono County District Attorney PO Box 617
1225 Fallon St, Room 900 Oakland, CA 94612	210 W Temple St, 18th Floor	Bridgeport, CA 93517
	Los Angeles, CA 90012	
Alpine County District Attorney PO Box 248	Madera County District Attorney 209 W Yosemite Ave	San Joaquin County District
Markleeville, CA 96120	Madera, CA 93637	Attorney
70120	Wadera, CA 93037	PO Box 990
Amador County District Attorney	Marinaga County District	Stockton, CA 95201 -0990
708 Court, Suite 202	Mariposa County District	San Francisco County District
Jackson, CA 95642	Attorney P.O. Box 730	Attorney
Juckson, CA 93042	1	850 Bryant St, Rm 322
Butte County District Attorney	Mariposa, CA 95338	San Francisco, CA 94103
25 County Center Dr.	Marin County District Attorney	San Diego County District
	3501 Civic Center Drive, #130	Attorney
Oroville, CA 95965-3385	San Rafael, CA 94903	330 W. Broadway, Ste 1300
		San Diego, CA 92101-3803
Calaveras County District	Mendocino County District	San Bernardino County District
Attorney	Attorney	Attorney
891 Mountain Ranch Road	P.O. Box 1000	316 N Mountain View Ave
San Andreas, CA 95249	Ukiah, CA 95482	San Bernardino, CA 92415-0004
Office of the Attorney General	Los Angeles City Attorney	San Francisco City Attorney
P.O. Box 70550	200 N Main St Ste 1800	# 1 Dr. Carlton B. Goodlett Place,
Oakland, CA 94612-0550	Los Angeles CA 90012	Suite 234
		San Francisco, CA 94102
Colusa County District Attorney	Inyo County District Attorney	Placer County District Attorney
Courthouse, 547 Market St.	P.O. Drawer D	11562 "B" Ave
Colusa, CA 95932	Independence, CA 93526	Auburn, CA 95603-2687
Contra Costa County District	Orange County District Attorney	Merced County District Attorney
Attorney	PO Box 808	2222 "M" St.
725 Court St., Room 402	Santa Ana, CA 92702	Merced, CA 95340
Martinez, CA 94553		Wercou, CA 95540
Del Norte County District	Nevada County District Attorney	Napa County District Attorney
Attorney	201 Church St, Suite 8	PO Box 720
450 "H" St.	Nevada City, CA 95959-2504	1
Crescent City, CA 95531	- 110 vada City, CA 93939-2304	Napa, CA 94559-0720
El Dorado County District	Plumas County District Attorney	Riverside County District
Attorney	520 Main Street, Rm 404	Attorney
515 Main St.	Quincy, CA 95971	4075 Main St
Placerville, CA 95667-5697	Quinty, Ort 757/1	Riverside, CA 92501
Fresno County District Attorney	Sacramento County District	
2220 Tulare St, Ste. 1000	Attorney	San Benito County District
Fresno, CA 93721	901 G Street	Attorney
1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 -	Sacramento, CA 95814	419 4th St
Glenn County District Attorney	San Luis Obispo County District	Hollister, CA 95023
PO Box 430	Attorney	Siskiyou County District
Willows, CA 95988	County Government Center, Rm	Attorney
	450	PO Box 986
		Yreka, CA 96097
	San Luis Obispo, CA 93408	
Humboldt County District	San Mateo County District	Solano County District Attorney
,	1	Some County District Attorney
	Attorney	600 Union Ave
Attorney	Attorney 400 County Center	600 Union Ave
	Attorney 400 County Center Redwood City, CA 94063	600 Union Ave Fairfield, CA 94533





Imperial County District Attorney	Santa Barbara County District	Some County District Ass
939 W. Main St., 2 nd Floor	Attorney	Sonoma County District Attorney
El Centro, CA 92243-2860	1112 Santa Barbara St.	600 Administration Dr.,
El Centro, CA 92243-2800	=	Rm 212-J
Vom County District Att	Santa Barbara, CA 93101	Santa Rosa, CA 95403
Kern County District Attorney 1215 Truxtun Ave.	Santa Clara County District	Shasta County District Attorney
	Attorney	1525 Court St, 3rd Floor
Bakersfield, CA 93301	70 W Hedding St.	Redding, CA 96001-1632
	San Jose, CA 95110	<u> </u>
Kings County District Attorney	Santa Cruz County District	Sierra County District Attorney
Gov't Ctr, 1400 W Lacey Blvd	Attorney	PO Box 457
Hanford, CA 93230	PO Box 1159	Downieville, CA 95936-0457
	Santa Cruz, CA 95061	
Lake County District Attorney	Stanislaus County District	Trinity County District Attorney
255 N Forbes St	Attorney	PO Box 310
Lakeport, CA 95453-4790	PO Box 442	Weaverville, CA 96093
	Modesto, CA 95353	,
Modoc County District Attorney	Sutter County District Attorney	Yuba County District Attorney
204 S. Court Street	446 Second Street	215 5th St
Alturas, CA 96101-4020	Yuba City, CA 95991	Marysville, CA 95901
San Diego City Attorney	Lassen County District Attorney	Monterey County District
City Center Plaza	200 S Lassen St, Suite 8	Attorney
1200 3rd Ave # 1100	Susanville, CA 96130	PO Box 1131
San Diego, CA 92101	,	Salinas, CA 93902
Tuolumne County District	Tulare County District Attorney	Yolo County District Attorney
Attorney	County Civic Center, Rm 224	310 Second St
2 S Green St	Visalia, CA 93291	Woodland, CA 95695
Sonora, CA 95370]	Wooding, Or 75075
Ventura County District Attorney	Tehama County District Attorney	San Jose City Attorney
800 S Victoria Ave	P.O. Box 519	151 W. Mission St.
Ventura, CA 93009	Red Bluff, CA 96080	San Jose, CA 95110
• = = = = = = = = = = = = = = = = = = =		Can Jose, CA JJ110

EXHIBIT A

Los Angeles International Airport 1 World Way Los Angeles, CA 90045-5830

Airport Latitude: 37-37-08.3000N ESTIMATED Airport Longitude: 122-22-29.6000W

Norman Y. Mineta San Jose International Airport

2077 Airport Blvd. San Jose, CA 95110

Airport Latitude: 37-21-45.4500N ESTIMATED Airport Longitude: 121-55-44.4300W